## **HOUSE BILL 1997**

## By West

AN ACT to amend Tennessee Code Annotated, Title 36, Chapter 5, Part 11, relative to employment records.

## BE IT ENACTED BY THE GENERAL ASSEMBLY OF THE STATE OF TENNESSEE:

SECTION 1. Tennessee Code Annotated, Section 36-5-1101, is amended by designating the existing language of subdivision (5) as subdivision (5)(A), and by adding a new subdivision thereto, as follows:

(5)(B) "Employee" also means persons who are subcontractors or independent contractors as defined in § 50-6-102. "Employee" does not mean a direct seller as defined in § 50-7-207(c)(12);

SECTION 2. Tennessee Code Annotated, Section 36-5-1105, is amended by deleting in its entirety the first sentence of such section and by substituting instead the following:

Each report required by § 36-5-1102 shall be made on a W-4 form or a 1099 form, as appropriate, or at the option of the employer, an equivalent form, containing the same data as required on the W-4 form or 1099 form.

SECTION 3. This act shall take effect July 1, 2009, the public welfare requiring it.